

## Message Text

PAGE 01 STATE 115529

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TO USLO PEKING PRIORITY

UNCLAS STATE 115529

FOLLOWING SENT ABU DHABI, BANJUL, BERN, BRIDGETOWN, DUBLIN,  
KIGALI, LUXEMBOURG, MANAMA, MBABANE, NOUAKCHOTT, PORT LOUIS,  
REYKJAVIK, SANAA, SUVA, VALLETTA FROM SECSTATE ON JUN 14 , RPTD  
TO YOU:

QUOTE

UNCLAS STATE 115529

TEXT: NIXON ADDRESS ON ECONOMIC CONTROLS (1800)

WASHINGTON, JUNE 13 -- FOLLOWING IS THE TEXT OF THE ADDRESS  
PREPARED FOR DELIVERY JUNE 13 BY PRESIDENT NIXON ANNOUNCING  
ECONOMIC CONTROLS:

( BEGIN TEXT)

I WANT TO TELL YOU TONIGHT ABOUT SOME STRONG ACTIONS I HAVE  
ORDERED TODAY WITH REGARD TO THE AMERICAN ECONOMY -- ACTIONS  
WHICH WILL BE IMPORTANT TO YOU IN TERMS OF THE WAGES YOU EARN  
AND THE PRICES YOU PAY.

BUT FIRST, SINCE WE HAVE BEEN HEARING SO MUCH IN THE PAST  
FEW MONTHS ABOUT WHAT IS WRONG WITH THE AMERICAN ECONOMY, LET  
US LOOK AT SOME OF THE THINGS THAT ARE RIGHT ABOUT OUR ECONOMY.

UNCLASSIFIED

PAGE 02 STATE 115529

WE CAN BE PROUD THAT THE AMERICAN ECONOMY IS BY FAR THE FREEST,  
THE STRONGEST AND THE MOST PRODUCTIVE ECONOMY IN THE WHOLE WORLD.  
IT GIVES US THE HIGHEST STANDARD OF LIVING IN THE WORLD. WE ARE  
IN THE MIDDLE OF ONE OF THE BIGGEST, STRONGEST BOOMS IN OUR  
HISTORY. MORE AMERICANS HAVE JOBS TODAY THAN EVER BEFORE. THE

AVERAGE WORKER IS EARNING MORE TODAY THAN EVER BEFORE. YOUR INCOME BUYS MORE TODAY THAN EVER BEFORE.

IN AUGUST, 1971, I ANNOUNCED THE NEW ECONOMIC POLICY. SINCE THEN, THE NATION'S OUTPUT HAS INCREASED BY A PHENOMENAL ELEVEN AND A HALF PERCENT -- A MORE RAPID GROWTH THAN IN ANY COMPARABLE PERIOD IN THE LAST 21 YEARS. FOUR AND A HALF MILLION NEW CIVILIAN JOBS HAVE BEEN CREATED -- MORE THAN IN ANY COMPARABLE PERIOD EVER. AT THE SAME TIME, REAL PER CAPITA DISPOSABLE INCOME -- MEANING WHAT YOU HAVE LEFT TO SPEND AFTER TAXES AND AFTER INFLATION -- HAS RISEN BY SEVEN AND A HALF PERCENT. THIS MEANS THAT, IN TERMS OF WHAT YOUR MONEY WILL ACTUALLY BUY, IN THE PAST YEAR AND A HALF YOUR ANNUAL INCOME HAS INCREASED BY THE EQUIVALENT OF FOUR EXTRA WEEKS' PAY. WHEN WE HAVE CONSIDERED THESE FACTS, THEREFORE, WE CAN SEE THAT IN TERMS OF JOBS, OF INCOME, OF GROWTH, WE ARE ENJOYING ONE OF THE BEST PERIODS IN OUR HISTORY.

WE HAVE EVERY REASON TO BE OPTIMISTIC ABOUT THE FUTURE. BUT THERE IS ONE GREAT PROBLEM THAT RIGHTLY CONCERNS EVERY ONE OF US. THIS IS RISING PRICES, AND ESPECIALLY RISING FOOD PRICES. BY THE END OF LAST YEAR WE HAD BROUGHT THE RATE OF INFLATION DOWN TO 3.4 PERCENT, GIVING US THE BEST RECORD AGAINST INFLATION IN 1972 OF ANY MAJOR INDUSTRIAL NATION. BUT NOW PRICES ARE GOING UP AT UNACCEPTABLY HIGH RATES.

THE GREATEST PART OF THIS INCREASE IS DUE TO RISING FOOD PRICES. THIS HAS BEEN CAUSED IN LARGE MEASURE BY INCREASED DEMAND AT HOME AND ABROAD, BY CROP FAILURES ABROAD AND BY SOME OF THE WORST WEATHER FOR CROPS AND LIVESTOCK HERE IN AMERICA THAT WE HAVE EVER EXPERIENCED. WHATEVER THE REASONS, EVERY AMERICAN FAMILY IS CONFRONTED WITH A REAL AND PRESSING PROBLEM OF HIGHER PRICES. I HAVE DECIDED THAT THE TIME HAS COME TO TAKE STRONG AND EFFECTIVE ACTION TO DEAL WITH THIS PROBLEM.

EFFECTIVE IMMEDIATELY, THEREFORE, I AM ORDERING A FREEZE ON PRICES. THIS FREEZE WILL HOLD PRICES AT LEVELS NO HIGHER THAN THOSE CHARGED DURING THE FIRST EIGHT DAYS OF JUNE. IT  
UNCLASSIFIED

PAGE 03 STATE 115529

WILL COVER ALL PRICES PAID BY CONSUMERS. THE ONLY PRICES NOT COVERED WILL BE THOSE OF UNPROCESSED AGRICULTURAL PRODUCTS AT THE FARM LEVELS, AND RENTS.

WAGES, INTEREST AND DIVIDENDS WILL REMAIN UNDER THEIR PRESENT CONTROL SYSTEMS DURING THE FREEZE. THE REASON I HAVE DECIDED NOT TO FREEZE WAGES IS THAT THE WAGE SETTLEMENTS REACHED UNDER THE RULES OF PHASE III HAVE NOT BEEN A SIGNIFICANT CAUSE OF THE INCREASE IN PRICES. AS LONG AS WAGE SETTLEMENTS CONTINUE TO BE RESPONSIBLE AND NON-INFLATIONARY, A WAGE FREEZE WILL NOT BE IMPOSED.

THE FREEZE WILL LAST FOR A MAXIMUM OF 60 DAYS. THIS TIME WILL BE USED TO DEVELOP AND PUT INTO PLACE A NEW AND MORE EFFECTIVE SYSTEM OF CONTROLS WHICH WILL FOLLOW THE FREEZE. THIS NEW, PHASE IV SET OF CONTROLS WILL BE DESIGNED TO CONTAIN THE FORCES THAT HAVE SENT PRICES SO RAPIDLY UPWARD IN THE PAST FEW MONTHS.

IT WILL INVOLVE TIGHTER STANDARDS AND MORE MANDATORY COMPLIANCE PROCEDURES THAN UNDER PHASE III. IT WILL RECOGNIZE THE NEED FOR WAGES AND PRICES TO BE TREATED CONSISTENTLY WITH ONE ANOTHER.

IN ADDITION TO FOOD PRICES, I HAVE RECEIVED REPORTS FROM VARIOUS PARTS OF THE COUNTRY LATELY OF MANY INSTANCES OF SHARP INCREASES IN THE PRICE OF GASOLINE. THEREFORE, I HAVE SPECIFICALLY DIRECTED THE COST OF LIVING COUNCIL TO DEVELOP NEW PHASE IV MEASURES THAT WILL STABILIZE BOTH FOOD PRICES AT THE RETAIL STORE AND THE PRICE OF GASOLINE AT THE LOCAL SERVICE STATION.

IN ANNOUNCING THESE ACTIONS, THERE IS ONE POINT I WANT TO EMPHASIZE TO EVERYONE LISTENING TO ME TONIGHT: THE PHASE IV THAT FOLLOWS THE FREEZE WILL NOT BE DESIGNED TO GET US PERMANENTLY INTO A CONTROLLED ECONOMY. ON THE CONTRARY, IT WILL BE DESIGNED AS A BETTER WAY TO GET US OUT OF A CONTROLLED ECONOMY, AND TO RETURN AS AS QUICKLY AS POSSIBLE TO THE FREE MARKET SYSTEM.

WE ARE NOT GOING TO PUT THE AMERICAN ECONOMY IN A STRAIT JACKET. WE ARE NOT GOING TO CONTROL THE BOOM IN A WAY THAT WOULD LEAD TO A BUST. WE ARE NOT GOING TO FOLLOW THE ADVICE OF THOSE WHO HAVE PROPOSED ACTIONS THAT WOULD LEAD INEVITABLY TO A PERMANENT SYSTEM OF PRICE AND WAGE CONTROLS. SUCH ACTIONS WOULD BRING GOOD HEADLINES TOMORROW AND BAD HEADACHES SIX MONTHS FROM NOW FOR EVERY AMERICAN FAMILY, IN TERMS OF RATIONING, BLACK MARKETS, AND EVENTUALLY A RECESSION LEADING TO MORE UNEMPLOYMENT.

IT IS YOUR PROSPERITY THAT IS AT STAKE. IT IS YOUR JOB THAT  
UNCLASSIFIED

PAGE 04 STATE 115529

IS AT STAKE. THE ACTIONS I HAVE DIRECTED TODAY ARE DESIGNED TO DEAL WITH THE RISE IN THE COST OF LIVING WITHOUT JEOPARDIZING YOUR PROSPERITY OR YOUR JOB.

BECAUSE THE KEY TO CURBING FOOD PRICES LIES IN INCREASING SUPPLIES, I AM NOT FREEZING THE PRICE OF UNPROCESSED AGRICULTURAL PRODUCTS AT THE FARM LEVEL. THIS WOULD REDUCE SUPPLIES INSTEAD OF INCREASING THEM, AND WOULD EVENTUALLY RESULT, INEVITABLY, IN EVEN HIGHER PRICES FOR THE FOODS YOU BUY AT THE SUPERMARKET.

BEGINNING IN 1972, WE EMBARKED ON A COMPREHENSIVE NEW PROGRAM FOR INCREASING FOOD SUPPLIES. AMONG MANY OTHER MEASURES, THIS HAS INCLUDED OPENING UP 40 MILLION MORE ACRES FOR CROP PRODUCTION. IN THE MONTHS AHEAD, AS THESE NEW CROPS ARE HARVESTED, THEY WILL HELP HOLD PRICES DOWN. BUT UNFORTUNATELY, THIS IS NOT YET HELPING IN TERMS OF THE PRICES YOU PAY AT THE SUPERMARKET TODAY.

ONE OF THE MAJOR REASONS FOR THE RISE IN FOOD PRICES AT HOME IS THAT THERE IS NOW AN UNPRECEDENTED DEMAND ABROAD FOR THE PRODUCTS OF AMERICA'S FARMS. OVER THE LONG RUN, INCREASED FOOD EXPORTS WILL BE A VITAL FACTOR IN RAISING FARM INCOME, IN IMPROVING OUR BALANCE OF PAYMENTS, AND IN SUPPORTING AMERICA'S POSITION IN THE WORLD. IN THE SHORT TERM, HOWEVER -- WHEN WE HAVE SHORTAGES AND SHARPLY RISING PRICES OF FOOD AT HOME -- I HAVE MADE THIS BASIC DECISION: IN ALLOCATING THE PRODUCTS OF AMERICA'S FARMS BETWEEN MARKETS ABROAD AND THOSE IN THE UNITED STATES, WE MUST PUT THE AMERICAN CONSUMER FIRST.

THEREFORE, I HAVE DECIDED THAT A NEW SYSTEM FOR EXPORT CONTROLS ON FOOD PRODUCTS IS NEEDED -- A SYSTEM DESIGNED TO HOLD THE PRICE OF ANIMAL FEED- STUFFS AND OTHER GRAINS IN THE AMERICAN MARKET TO LEVELS THAT WILL MAKE IT POSSIBLE TO PRODUCE MEAT AND EGGS AND MILK AT PRICES YOU CAN AFFORD.

I SHALL ASK THE CONGRESS, ON AN URGENT BASIS, TO GIVE ME THE NEW AND MORE FLEXIBLE AUTHORITY NEEDED TO IMPOSE SUCH A SYSTEM. IN EXERCISING SUCH AUTHORITY, THIS WILL BE MY POLICY. WE WILL KEEP THE EXPORT COMMITMENTS WE HAVE MADE AS A NATION. WE SHALL ALSO CONSULT WITH OTHER COUNTRIES TO SEEK THEIR COOPERATION IN RESOLVING THE WORLD- WIDE PROBLEM OF RISING FOOD PRICES. BUT WE WILL NOT LET FOREIGN SALES PRICE MEAT AND EGGS OFF THE AMERICAN TABLE.

I HAVE ALSO TAKEN ANOTHER ACTION TODAY TO STOP THE RISE IN THE COST OF LIVING. I HAVE ORDERED THE INTERNAL REVENUE SERVICE TO BEGIN IMMEDIATELY A THOROUGH- GOING AUDIT OF THE BOOKS OF COMPANIES WHICH HAVE RAISED THEIR PRICES MORE THAN 1.5 PERCENT ABOVE THEIR UNCLASSIFIED

PAGE 05 STATE 115529

JANUARY CEILINGS. THE PURPOSE OF THE AUDIT WILL BE TO FIND OUT WHETHER THOSE INCREASES WERE JUSTIFIED BY RISING COSTS. IF THEY WERE NOT, THE PRICES WILL BE ROLLED BACK.

THE BATTLE AGAINST INFLATION IS EVERYBODY' S BUSINESS. I HAVE TOLD YOU WHAT THE ADMINISTRATION WILL DO. THERE IS ALSO A VITAL ROLE FOR THE CONGRESS. THE MOST IMPORTANT SINGLE THING THE CONGRESS CAN DO IN HOLDING DOWN THE COST OF LIVING IS TO HOLD DOWN THE COST OF GOVERNMENT. FOR MY PART, I SHALL CONTINUE TO VETO SPENDING BILLS THAT WE CANNOT AFFORD, NO MATTER HOW NOBLE- SOUNDING THEIR NAMES. IF THESE BUDGET- BUSTERS BECAME LAW, THE MONEY WOULD COME OUT OF YOUR POCKET -- IN HIGHER TAXES, HIGHER PRICES, OR BOTH. THERE ARE SEVERAL SPECIFIC RECOMMENDATIONS I HAVE ALREADY MADE TO THE CONGRESS THAT WILL BE IMPORTANT IN HOLDING DOWN PRICES IN THE FUTURE. I AGAIN URGE QUICK ACTION ON ALL OF THESE PROPOSALS.

CONGRESS SHOULD GIVE THE PRESIDENT AUTHORITY TO REDUCE TARIFFS IN SELECTED CASES IN ORDER TO INCREASE SUPPLIES OF SCARCE GOODS AND HOLD DOWN THEIR PRICES. THIS ACTION WILL HELP ON SUCH SCARCE ITEMS AS MEAT, PLYWOOD AND ZINC. IN PARTICULAR, THE TARIFF ON IMPORTED MEAT SHOULD BE REMOVED.

CONGRESS SHOULD PROVIDE AUTHORITY TO DISPOSE OF MORE SURPLUS COMMODITIES HELD IN GOVERNMENT STOCKPILES.

CONGRESS SHOULD LET US GO AHEAD QUICKLY WITH THE ALASKA PIPELINE, AND SO COMBAT THE SHORTAGE OF OIL AND GASOLINE. I WILL ALSO SOON SEND TO THE CONGRESS A MAJOR NEW SET OF PROPOSALS ON ENERGY, SPELLING OUT NEW ACTIONS I BELIEVE ARE NECESSARY TO HELP US MEET OUR ENERGY NEEDS AND THEREBY LESSEN PRESSURES ON FUEL PRICES.

IN ITS CONSIDERATION OF NEW FARM LEGISLATION, IT IS VITAL THAT THE CONGRESS PUT HIGH PRODUCTION AHEAD OF HIGH PRICES, SO THAT FARM PROSPERITY WILL NOT BE AT THE COST OF HIGHER PRICES FOR THE CONSUMER. IF THE CONGRESS SENDS ME A FARM BILL, OR ANY OTHER BILL, THAT I CONSIDER INFLATIONARY, I SHALL VETO SUCH A BILL.

BEYOND WHAT THE ADMINISTRATION CAN DO, AND WHAT THE CONGRESS

CAN DO, THERE IS ALSO A GREAT DEAL THAT YOU CAN DO. THE NEXT 60 DAYS CAN DECIDE THE QUESTION: WHETHER WE SHALL HAVE A CONTINUING INFLATION THAT LEADS TO RECESSION, OR WHETHER WE DEAL RESPONSIBLY WITH OUR PRESENT PROBLEMS, AND SO GO FORWARD WITH A VIGOROUS PROSPERITY AND A SWIFT RETURN TO A FREE MARKET.

YOU CAN HELP, BY GIVING YOUR SENATORS AND CONGRESSMEN YOUR SUPPORT WHEN THEY MAKE THE DIFFICULT DECISIONS TO HOLD BACK ON UNNECESSARY SPENDING.

UNCLASSIFIED

PAGE 06 STATE 115529

YOU CAN HELP, BY SAYING NO TO THOSE WHO WOULD IMPOSE A PERMANENT SYSTEM OF CONTROLS ON THIS GREAT, PRODUCTIVE ECONOMY OF OURS WHICH IS THE WONDER OF THE WORLD.

LET THERE BE NO MISTAKE: IF OUR ECONOMY IS TO REMAIN DYNAMIC, WE MUST NEVER SLIP INTO THE TEMPTATION OF IMAGINING THAT IN THE LONG RUN CONTROLS CAN SUBSTITUTE FOR A FREE ECONOMY OR PERMIT US TO ESCAPE THE NEED FOR DISCIPLINE IN FISCAL AND MONETARY POLICY. WE MUST NOT LET CONTROLS BECOME A NARCOTIC -- AND WE MUST NOT BECOME ADDICTED.

THERE ARE ALL SORTS OF SEEMINGLY SIMPLE GIMMICKS, THAT WOULD GIVE THE APPEARANCE OR OFFER THE PROMISE OF CONTROLLING INFLATION -- BUT THAT WOULD CARRY A DANGEROUS RISK OF BRINGING ON A RECESSION, AND THAT WOULD NOT BE EFFECTIVE IN HOLDING DOWN PRICES. RIGID, PERMANENT CONTROLS ALWAYS LOOK BETTER ON PAPER THAN THEY DO IN PRACTICE.

WE HAVE MUCH TO BE THANKFUL FOR HERE IN AMERICA. WE ARE THE BEST- CLOTHED, BEST- FED, BEST- HOUSED PEOPLE IN THE WORLD -- THE ENVY OF EVERY NATION. THIS YEAR, FOR THE FIRST TIME IN 12 YEARS, WE ARE AT PEACE IN VIETNAM -- AND OUR COURAGEOUS PRISONERS OF WAR HAVE RETURNED TO THEIR HOMES. THIS YEAR, FOR THE FIRST TIME IN A GENERATION, NO AMERICAN IS BEING DRAFTED INTO THE ARMED FORCES. THIS YEAR, WE FIND OUR PROSPECTS BRIGHTER THAN AT ANY TIME IN THE MODERN ERA FOR A LASTING PEACE, AND FOR THE ABUNDANT PROSPERITY SUCH A PEACE CAN MAKE POSSIBLE.

NEXT MONDAY, I WILL MEET AT THE SUMMIT WITH GENERAL SECRETARY BREZHNEV OF THE SOVIET UNION. BASED ON THE MONTHS OF PREPARATORY WORK THAT HAS BEEN DONE FOR THIS MEETING, AND BASED ON THE EXTENSIVE CONSULTATION AND CORRESPONDENCE WE HAVE HAD, I CAN CONFIDENTLY PREDICT THAT OUT OF OUR MEETINGS WILL COME MAJOR NEW PROGRESS TOWARD REDUCING BOTH THE BURDEN OF ARMS AND THE DANGER OF WAR, AND TOWARD A BETTER AND MORE REWARDING RELATIONSHIP BETWEEN THE WORLD' S TWO MOST POWERFUL NATIONS.

TODAY, IN AMERICA, WE HAVE A MAGNIFICENT OPPORTUNITY. WE HOLD THE FUTURE -- OUR FUTURE -- IN OUR OWN HANDS. BY STANDING TOGETHER, BY WORKING TOGETHER, BY JOINING IN BOLD YET SENSIBLE POLICIES TO MEET OUR TEMPORARY PROBLEMS WITHOUT SACRIFICING OUR LASTING STRENGTHS, WE CAN ACHIEVE WHAT AMERICA HAS NOT HAD SINCE PRESIDENT EISENHOWER WAS IN THIS OFFICE: FULL PROSPERITY WITHOUT WAR AND WITHOUT INFLATION. THIS IS A GREAT GOAL, AND A GOAL THAT TOGETHER WE CAN REACH. ( END TEXT)

UNCLASSIFIED

PAGE 07 STATE 115529

K THE ABOVE ADDRESS WAS PREPARED FOR DELIVERY BY THE PRESIDENT.  
MR. NIXON MADE NO SUBSTANTIAL CHANGES AS HE SPOKE, ALTHOUGH  
THERE WERE MINOR ALTERATIONS IN PHRASEOLOGY.)

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WHITE HOUSE ECONOMIC PROGRAM FACT SHEET (700)

WASHINGTON, JUNE 13 -- THE FOLLOWING FACT SHEET ON ECONOMIC  
CONTROLS WAS RELEASED BY THE WHITE HOUSE JUNE 13 IN CONJUNCTION  
WITH PRESIDENT NIXON'S NATIONWIDE ADDRESS:

FREEZE PERIOD CONTROLS

1. A CEILING IS PLACED ON PRICES AT A LEVEL NOT TO EXCEED  
THE BASE PERIOD LEVEL: THE HIGHEST PRICE AT WHICH SUBSTANTIAL  
TRANSACTIONS OCCURRED IN THE PERIOD JUNE 1-8.
2. UNPROCESSED AGC CULTURAL PRODUCTS AT THE FARM LEVEL ARE  
EXEMPT.
3. WAGES ARE NOT FROZEN BUT REMAIN UNDER THE PHASE THREE  
CONTROL SYSTEM. WE RECOGNIZE THAT THE EXCLUSION OF WAGES FROM  
THE FREEZE IS POSSIBLE ONLY IF THE FREEZE IS SHORT.
4. RENTS ARE NOT COVERED.
5. INTEREST AND DIVIDENDS REMAIN UNDER THE JURISDICTION  
OF THE COMMITTEE ON INTEREST AND DIVIDENDS ON A VOLUNTARY  
BASIS.
6. THE FREEZE IS TO BE A MAXIMUM OF 60 DAYS DURATION.
7. A PROFIT SWEEP WILL BE CONDUCTED DURING THE FREEZE AND  
PRICES WILL BE REDUCED TO LEVELS PERMITTED BY EXISTING PHASE  
THREE RULES WHERE THEY ARE FOUND TO BE ABOVE THOSE LEVELS.  
THESE REDUCED PRICES WILL BE THE MAXIMUM PERMITTED DURING THE  
FREEZE.
8. THE FREEZE WILL BE ADMINISTERED BY THE COST OF LIVING  
COUNCIL WITH INCREASED ASSISTANCE FROM THE INTERNAL REVENUE  
UNCLASSIFIED

PAGE 08 STATE 115529

SERVICE.

LICENSING OF AGRICULTURAL EXPORTS

1. ALL EXPORTERS MUST NOTIFY THE SECRETARY OF COMMERCE BY  
JUNE 20 OF ORDERS FOR EXPORT OF GRAINS, SOYBEANS AND

PRODUCTS THEREOF ON THEIR BOOKS AS OF THIS DATE ( JUNE 13, 1973).

2. WEEKLY THEREAFTER EXPORTERS MUST NOTIFY THE SECRETARY OF COMMERCE OF EXPORT ORDERS FOR ABOVE COMMODITIES RECEIVED AFTER THIS DATE.

3. STEPS WILL BE TAKEN TO REDUCE GOVERNMENT- SUPPORTED EXPORTS OF FOODS.

4. CONGRESS IS ASKED TO AMEND THE ECONOMIC STABILIZATION ACT TO AUTHORIZE THE PRESIDENT TO LIMIT EXPORTS WHERE NECESSARY TO EFFECTUATE THE PURPOSES OF THE ACT, UNDER CONDITIONS LESS RESTRICTIVE THAN IN THE EXPORT ADMINISTRATION ACT.

5. THE EXPORT CONTROL AUTHORITY WILL BE USED IF NECESSARY TO RESTRAIN EXPORTS SUFFICIENTLY TO BRING DOMESTIC PRICES OF FEED DOWN TO LEVELS CONSISTENT WITH THE PRESENT PRICES OF MEATS AND OTHER ANIMAL PRODUCTS.

#### THE POST- FREEZE CONTROLS PROGRAM

1. THE PURPOSE OF THE POST- FREEZE PROGRAM ( PHASE FOUR) IS TO YIELD LOWER RATES OF INFLATION THAN WE HAD DURING PHASE THREE. ONE PURPOSE OF THE FREEZE IS TO GIVE TIME FOR CONSULTATION AND FOR THE DEVELOPMENT OF A MORE EFFECTIVE, TEMPORARY, SYSTEM OF CONTROLS.

2. INFORMATION OBTAINED FROM THE REPORTS TO BE RECEIVED ON THE FIRST QUARTER' S OPERATIONS UNDER PHASE THREE WILL BE HELPFUL IN JUDGING THE POINTS OF ADEQUACY OR DEFICIENCY IN THE PHASE THREE SYSTEM.

3. PHASE FOUR WILL REQUIRE MORE PREN  
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